


**COUNTY OF SAN LUIS OBISPO BOARD OF SUPERVISORS  
AGENDA ITEM TRANSMITTAL**

(1) DEPARTMENT General Services		(2) MEETING DATE July 25, 2006		(3) CONTACT/PHONE Duane P. Leib (805) 781-5200		LVF
(4) SUBJECT Request to approve a budget adjustment in the amount of \$58,246 to Business Area 1130 from general fund contingencies by a 4/5ths vote for the purpose of paying Flood Control Assessment District #107 on County-owned property located at 950-980 Main Street in Cambria, also known as the Pinedorado Grounds and Joslyn Adult Recreation Center.						
(5) SUMMARY OF REQUEST Approval of the request will allow a budget adjustment in the amount of \$58,246 from general fund contingencies to General Services Fund Center 1130, Real Property Services Division's Cost Center 1130700000, Account 5200070 Taxes and Assessments to allow a discounted prepayment of the Cambria Flood Control Assessment for County-owned property, APN 022-251-020.						
(6) RECOMMENDED ACTION The Department of General Services recommends approval of the budget adjustment by a 4/5ths vote in order to authorize appropriate funding in the amount of \$58,246 for discounted prepayment of the Cambria Flood Control Assessment on County-owned real property.						
(7) FUNDING SOURCE(S) General Fund Contingencies		(8) CURRENT YEAR COST \$58,246		(9) ANNUAL COST None		(10) BUDGETED? <input checked="" type="checkbox"/> No <input type="checkbox"/> Yes <input type="checkbox"/> N/A
(11) OTHER AGENCY/ADVISORY GROUP INVOLVEMENT (LIST): County Public Works						
(12) WILL REQUEST REQUIRE ADDITIONAL STAFF? <input checked="" type="checkbox"/> No <input type="checkbox"/> Yes, How Many? _____ <input type="checkbox"/> Permanent _____ <input type="checkbox"/> Limited Term _____ <input type="checkbox"/> Contract _____ <input type="checkbox"/> Temporary Help _____						
(13) SUPERVISOR DISTRICT(S) <input type="checkbox"/> 1st, <input checked="" type="checkbox"/> 2nd, <input type="checkbox"/> 3rd, <input type="checkbox"/> 4th, <input type="checkbox"/> 5th, <input type="checkbox"/> All			(14) LOCATION MAP <input type="checkbox"/> Attached <input checked="" type="checkbox"/> N/A		(15) Maddy Act Appointments Signed-off by Clerk of the Board N/A	
(16) AGENDA PLACEMENT <input checked="" type="checkbox"/> Consent <input type="checkbox"/> Hearing (Time Est. _____) <input type="checkbox"/> Presentation <input type="checkbox"/> Board Business (Time Est. _____)			(17) EXECUTED DOCUMENTS <input type="checkbox"/> Resolutions (Orig + 4 copies) <input type="checkbox"/> Contracts (Orig + 4 copies) <input type="checkbox"/> Ordinances (Orig + 4 copies) <input checked="" type="checkbox"/> N/A			
(18) NEED EXTRA EXECUTED COPIES? <input type="checkbox"/> Number: _____ <input type="checkbox"/> Attached <input checked="" type="checkbox"/> N/A			(19) APPROPRIATION TRANSFER REQUIRED? <input checked="" type="checkbox"/> Submitted <input checked="" type="checkbox"/> 4/5th's Vote Required <input type="checkbox"/> N/A			
(20) OUTLINE AGREEMENT REQUISITION NUMBER (OAR) _____			(21) W-9 <input checked="" type="checkbox"/> No <input type="checkbox"/> Yes		(22) Agenda Item History <input type="checkbox"/> N/A    Date <u>02-16-1999</u>	
(23) ADMINISTRATIVE OFFICE REVIEW <div style="display: flex; justify-content: space-between; align-items: center;"> <div style="text-align: center;">   </div> <div style="text-align: right; font-size: 2em;"> 7-25-06  B-9 </div> </div>						



COUNTY OF SAN LUIS OBISPO

department of general services

COUNTY GOVERNMENT CENTER • SAN LUIS OBISPO, CALIFORNIA 93408 • (805) 781-5200

DUANE P. LEIB, DIRECTOR

TO: BOARD OF SUPERVISORS

FROM: *D. Leib*  
DUANE P. LEIB, GENERAL SERVICES DIRECTOR

DATE: JULY 25, 2006

SUBJECT: REQUEST TO APPROVE A BUDGET ADJUSTMENT IN THE AMOUNT OF \$58,246 TO BUSINESS AREA 1130 FROM GENERAL FUND CONTINGENCIES BY A 4/5THS VOTE FOR THE PURPOSE OF PAYING FLOOD CONTROL ASSESSMENT DISTRICT #107 ON COUNTY-OWNED PROPERTY LOCATED AT 950-980 MAIN STREET IN CAMBRIA, ALSO KNOWN AS THE PINEDORADO GROUNDS AND JOSLYN ADULT RECREATION CENTER.

**RECOMMENDATION**

The Department of General Services recommends approval of the budget adjustment by a 4/5ths vote in order to authorize appropriate funding in the amount of \$58,246 for discounted prepayment of the Cambria Flood Control Assessment on County-owned real property.

**DISCUSSION**

Resolution 98-431 adopted by the Board of Supervisors on April 16, 1999 created Flood Control District #107 to fund the Cambria Flood Control Project. County-owned real property located at 950-980 Main Street (APN 022-251-020) is included in the assessment district. This property consists of the Pindorado Grounds, leased by the Cambria Lions Club, and the Joslyn Adult Recreation Center and bowling green, leased by Joslyn Adult Recreation Center, Inc.

The assessment levied on the County's parcel amounts to \$84,254. On June 29, 2006, the Department of General Services received a Notice to Pay Assessment that offered the opportunity to pre-pay the assessment in full at a discounted rate. If the Department of General Services prepays by July 31, 2006, the assessment will be substantially reduced to \$68,245.74.

In anticipation of paying a financed amount after the bond was issued, Real Property Services has budgeted \$10,000 in the current fiscal year for the first year's payment of the assessment, but it is recommended instead to apply this money toward paying off the assessment in full. In the Notice to Pay Assessment, County Public Works states that bonds issued to cover the unpaid portions of assessments will mature over a period of no more than 39 years and will bear interest at the rate estimated to be not more than 12% per year. Annual payment on an assessment of \$84,254 for 39 years at 12% equate to \$10,234/year, amounting to total payments of \$399,113 over the life of the

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bond. Staff recommends prepayment of the assessment in today's dollars for \$68,245.74, with \$10,000 already budgeted in the current year's budget for General Services.

#### **OTHER AGENCY INVOLVEMENT**

County Public Works has provided input on the history of the assessment.

#### **FINANCIAL CONSIDERATIONS**

Prepayment of the assessment in the amount of \$68,245.74 will save the County an immediate reduction of over \$16,000 and will eliminate interest charges of up to \$314,800 over the life of the bond. This is a request for an additional \$58,246 from General Fund Contingencies to add to the current \$10,000 existing in the current year's budget to total the \$68,245.74 needed to prepay the assessment.

#### **RESULTS**

Approval of a budget adjustment in the amount of \$58,246 from general fund contingencies will allow the Department of General Services to prepay the Cambria Flood Control District #107 assessment at a discounted rate and will result in significant interest savings over the life of the assessment.

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County of San Luis Obispo  
Public Works Department

Notice to Pay Assessment

County of San Luis Obispo  
Cambria Flood Control Assessment District

Second Opportunity to Pre-Pay Assessment Amount

GENERAL SERVICES

2006 JUN 29 PM 2:01

COUNTY OF SAN LUIS OBISPO (937)  
%GENERAL SERVICES  
1087 SANTA ROSA  
SLO, CA 93408

RE: Flood Control Assessment District #: 107  
Assessor's Parcel #: 022,251,020  
Assessment Amount: \$84,254.00  
Located At: 950 MAIN ST

NOTICE IS HEREBY GIVEN that:

1. On April 16, 1999, an assessment to pay for the acquisitions and improvements described in Resolution of Intention No. 98-431 adopted by the Board of Supervisors of the County of San Luis Obispo for the above assessment district was recorded in the office of the Superintendent of Streets of the County. **Your property's confirmed assessment amount is \$84,254.00.**
2. A second pre-pay discount period has been established for this assessment. On or before July 31, 2006, you may pay all or a part of the assessment to the County Treasurer-Tax Collector of the County of San Luis Obispo at Room D-290, County Government Center, San Luis Obispo, California 93408. A payment envelope is enclosed for your convenience. If you want to pay now, your payment must be received by this date. **You do not have to pay now if you do not want to.**
3. If you pay all or some of the assessment now, you will receive a discount on the assessment amount equal to the proportionate percentage of reserve and discount for the bond issue. The discounted amount that you have to pay if you want to pay all of the assessment now is **\$68,245.74**. Please contact the County if you wish to pay less than the full amount now.
4. If you do not pay by July 31, 2006, bonds will be issued to represent the unpaid portions of assessments. The bonds will be issued under the Improvement Bond Act of 1915, will mature over a period of no more than 39 years and will bear interest at the rate estimated to be not more than 12% per year. The final interest rate and term of the bonds will not be known until the bonds are sold. Installments of principal and interest on the bonds will be collected with your property tax bill.
5. After bonds are issued, assessments may be paid, by paying the remaining principal amount, the applicable redemption premium, interest to the next available bond call date and an administrative fee fixed by the County.
6. If you have any questions regarding the financing of this assessment district, please call Wendy Crawford-Hall at (805) 781-5295. Please direct any questions regarding the flood control project to Dean Benedix at (805) 781-5267.

Dated as of June 29, 2006.

Dean Benedix  
Utilities Division Manager  
Public Works  
County of San Luis Obispo

(If you want to pay now, please detach and return this stub with your payment in the enclosed envelope by July 31, 2006)

Please make Check payable to:

Frank L. Freitas, Treasurer-Tax Collector  
or "SLOCTTC"

Room D-290, County Government Center  
San Luis Obispo, CA 93408

Assessee:

COUNTY OF SAN LUIS OBISPO (937)  
%GENERAL SERVICES  
1087 SANTA ROSA  
SLO, CA 93408

Assessment District #	Assessor Parcel No.
107	022,251,020
Assessment Amount	Discount
\$84,254.00	\$16,008.26
Discounted Assessment Amount	Amount You Are Paying
\$68,245.74	\$

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